

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:					
Company	Kit Pappas Manager of Environmental/Engineering				
OGM	Karl Houskeeper Environmental Scientist III				

Inspection Report

Permit Number:	C0070020			
Inspection Type:	PARTIAL			
Inspection Date:	Thursday, August 20, 2009			
Start Date/Time:	8/20/2009 9:30:00 AM			
End Date/Time:	8/20/2009 2:00:00 PM			
Last Inspection:	Thursday, July 30, 2009			

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Clear, Temp. 81 Deg. F. InspectionID Report Number: 2104

Accepted by: jhelfric

9/14/2009

Permitee: HIDDEN SPLENDOR RESOURCES INC Operator: HIDDEN SPLENDOR RESOURCES INC

Site: HORIZON MINE

Address: 3266 S 125 W, PRICE UT 84501

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

Current Acreages

Total Permitted	1,577.00	
Total Disturbed	9.50	
Phase I		
Phase II		
Phase III		

Mineral Ownership

Types of Operations ✓ Federal ✓ Underground Surface State County Loadout Processing Other Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Inspector's Signature:

Date

Thursday, August 20, 2009

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- Substantiate the elements on this inspection by checking the appropriate performance standard.
 For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcemen
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers	V		✓	
3.	Topsoil				
4.a	Hydrologic Balance: Diversions				
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	V		✓	
4.c	Hydrologic Balance: Other Sediment Control Measures				
4.d	Hydrologic Balance: Water Monitoring	V		✓	
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives	V		V	
6.	Disposal of Excess Spoil, Fills, Benches	✓	✓		
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓	✓		
8.	Noncoal Waste	✓			
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage				
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation				
14.	Subsidence Control				
15.	Cessation of Operations				
16.a	Roads: Construction, Maintenance, Surfacing				
16.b	Roads: Drainage Controls				
17.	Other Transportation Facilities				
18.	Support Facilities, Utility Installations	✓		✓	
19.	AVS Check				
20.	Air Quality Permit				
21.	Bonding and Insurance				
22.	Other				

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2. Signs and Markers

The mine ID sign was observed at the point of public access to the mine. The sign contained the name of the mine, address, phone number, permit number, and MSHA number.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

Second quarter 2009 sediment pond inspection was done on 06/30/2009. Sediment level is above the 60% sediment elevation. Pond still needs to be cleaned.

4.d Hydrologic Balance: Water Monitoring

Second quarter 2009 water monitoring information is in the EDI website. The information still needs to be uploaded. Water monitoring is current.

5. Explosives

Explosive magazines have been removed from the site.

18. Support Facilities, Utility Installations

The dust suppression system at the coal stacking tube area and truck load out was functioning during the inspection. The dust suppression system is water sprays that spray from the top of the stacking tube and conveyor system to minimize coal dust from the coal stockpile and loading operations.